

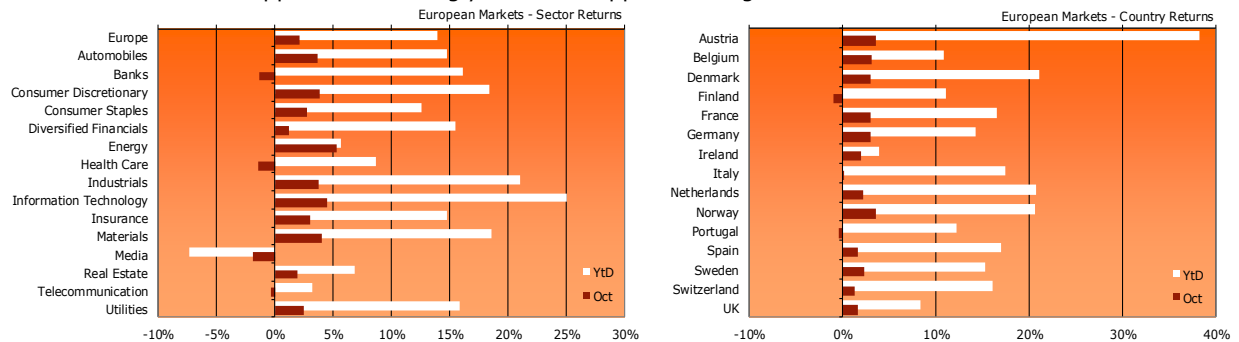


Fund Performance										
	October	YTD	3M	6M	1 Yr	3 Yr (ann)	5 Yr (ann)	7 Yr (ann)	NAV (31-Oct-2017)	Inception
Share Class B	5.6%	9.5%	7.6%	4.0%	7.5%	5.1%	8.7%	8.5%	EUR 1542.7	26-Jun-2008
Share Class A	5.5%	9.1%	7.4%	3.8%	7.0%	4.3%	7.8%	7.3%	EUR 1591.67	26-Jan-2009
Share Class D	5.5%	9.1%	7.4%	3.8%	7.0%				EUR 976.13	31-Dec-2015

The Saemor Europe Alpha Fund gained 5.6% in October, lifting year-to-date performance to 9.5%. Both style performance and individual company results worked in our favor, culminating in the best monthly performance since June 2014. Momentum and Quality were the best performing styles with Cyclical Value underperforming, which was in-line with our tactical positioning. With markets trending higher, our net long position in higher quality names helped drive performance. Our long book generated all the performance, while our short book was flat for the month. Q3 earnings announcements and full-year guidance were generally positive and in-line with long positions with high earnings revisions scores. The top contributors on a name-by-name basis were mostly driven by earnings surprises. Short positions in DBV Technologies, Convatec, BPER Banca and Merlin Entertainment saw their share prices drop sharply, while long positions in Lufthansa, Kering, BESI and Covestro all added 40-50bps. Negative contributions came from long positions in Swedish builders JM and PEAB, and shorts in technology companies AMS and Ericsson.

### Market Developments

European equities continued their rally through October, up +2.3%. The month saw a continuation of the low volatility market regime, with the Vstoxx reaching a new record low. Correlations declined further, indicating that the market is driven by stock-specific information. Market performance was further aided by strong growth data and the decision by the ECB to extend its bond-buying program to September 2018 (albeit at a slower pace) with no explicit deadline for the end of the QE program. Energy was the best performing sector, followed by Information Technology and Materials. Health Care, Media, Banks and Telecoms posted negative returns. From a country perspective, Norway outperformed the most, while Finland, Portugal and Italy were flat to down. Spain was up +1.6%. The Catalan crisis deepened in Spain over the month, but the economic impact looks to be contained. Weak German inflation led to a lower 10-year Bund yield, while US treasury yields increased by 5bps. Corporate bond spreads compressed further. Oil rose to new highs for the year and industrial metals like copper rallied strongly. The USD appreciated against all G10 currencies.



### Investment Outlook & Strategy

October style performance was in line with our slowdown stance and our macro models continue to point in the same direction, albeit with scope for a more growth driven risk-on scenario. With German IFO at a record high and both US and European Economic Surprise Indicators (CESI) close to previous highs we seem to be hovering somewhere between late-cycle and slowdown. Q3 earnings turned out to be an inflection point with commodity prices also moving higher. Our overweight in Earnings Momentum at the expense of Cyclical Value factors should work both in a late cycle growth and slowdown scenario. The Fund has an overweight in pro-cyclical sectors such as Financials, Industrials, Energy and Auto's. With a net long position and limited overall fund beta we tend to hold the higher quality, low volatility stocks in those pro-cyclical sectors. Cyclical sectors have outperformed defensives substantially over the last three months, however we see scope for this to continue as we head into the new year. Earnings Momentum and Valuations for defensives continue to look unattractive. With the euro topping out and continued easing by European Central Banks, we expect that exporters should continue to do well.

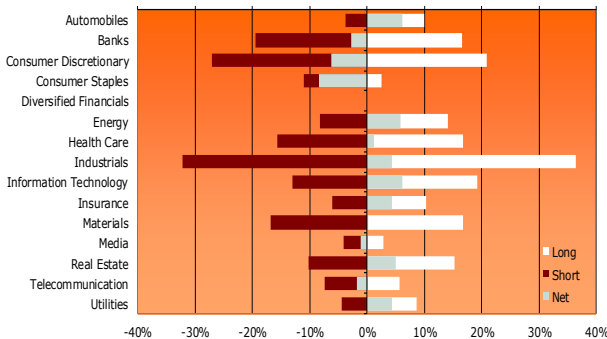
### Key Portfolio Information

Total Net Assets (in mln)	€451 / \$533	Net Exposure Beta-Adj	-0.04
Outstanding Shares (B/A)	280132 / 10480	Beta (ex post, 3Y monthly data)	0.01
Number of Long Positions	110	Volatility (ex ante, short-term risk model)	7.0%
Long Positions (% of NAV)	196.5%	Volatility (ex post, 3Y monthly data)	8.7%
Number of Short Positions	128	VaR (1 day / 95% conf)	0.7%
Short Positions (% of NAV)	-179.2%	Long Liquidity (avg)	0.44 days
Gross Exposure (% of NAV)	375.7%	Short Liquidity (avg)	0.44 days
Net Exposure (% of NAV)	17.2%	Portfolio Turnover (/GAV)	0.6



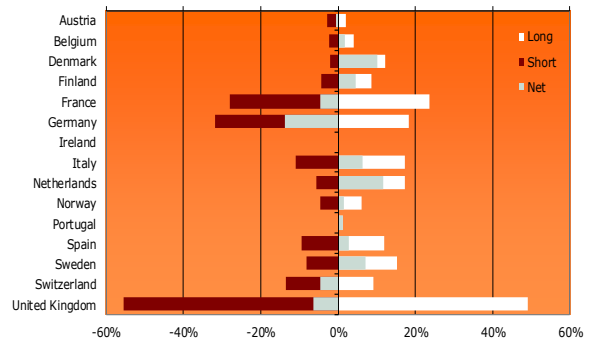
**Sector Allocation (L&S as % NAV)**

The Fund is net short Consumer Staples, Consumer Discretionary, Banks and Telecommunication, while it is net long Information Technology, Automobiles, Energy, Real Estate, Industrials, Insurance and Utilities. Positions in Health Care, Materials and Media are balanced. The Fund has no exposure in Diversified Financials.



**Country Allocation (L&S as % NAV)**

Dutch, Danish, Swedish, Italian, Finnish, Spanish, Belgian and Norwegian stocks are overweight in the portfolio, whereas stocks in Germany, United Kingdom, France and Switzerland are under-represented. The Fund has a neutral position in Portugal, Ireland and Austria.



**Top Long Positions**

Company	Model Score	As % NAV
Covestro	99	3.2%
BESI	100	3.2%
Electrolux	96	3.1%
ASML	98	3.1%
Repsol	94	3.1%

**Top Short Positions**

Company	Model Score	As % NAV
Metro Bank	1	3.1%
Informa	2	3.1%
Credit Suisse	3	3.1%
Ferragamo	4	3.0%
Merlin	3	3.0%

- Covestro is a German plastics and polymers manufacturer, the chemicals part of the larger Bayer group that spun off in 2015. With European economic activity in an uptrend and Germany doing particularly well, Covestro is posting the strongest earnings revisions within the European chemicals sector. The company beat its Q2 earnings estimates, yet the share price has failed to improve since April in line with other cyclicals. At 10x 2017 earnings we feel the shares are downright cheap.
- BESI produces machines that manufacture semiconductor packages, which provide the connection between the chip and other electronic components and protect the chip. The company has continuously upgraded its outlook as the market for its machines is still growing rapidly. Even after its share price has more than doubled YTD, it is still a reasonably cheap stock at 16x 2017 earnings, compared with its semiconductor peers in Europe.
- Electrolux manufactures and markets household appliances and appliances for professional use, e.g. refrigerators, dishwashers, vacuum cleaners, microwave ovens. The company is relatively cheap and its Q2 and Q3 figures positively surprised as margins improved due to cost savings and mix improvement. Overall it is our model's top pick from the durable household goods stocks.
- ASML develops and manufactures lithography machines for the semiconductor industry. Together with Canon and Nikon, it forms an oligopoly in this market. Revenues, margins and earnings estimates have been steadily improving, as chip makers such as TSMC, Samsung and Intel continue to place new orders as they target smaller-sized chips.
- Repsol is an integrated oil and gas company. Results in the last few quarters came in towards the top end of expectations. Along with its peers, Repsol is benefitting from recovering oil prices and a steadily growing world economy. It is not a pure play on the oil price though, since Repsol also has a significant refining division.
- Metro Bank launched in 2010 and aims to compete with the well-known UK high street banks through longer opening hours for branches and modern online banking. Metro Bank has indeed grown faster than its peers, but that has been in and around metropolitan London. The next phase of growth may prove more challenging and management's return on equity targets seem quite ambitious. Meanwhile the shares trade at a substantial premium valuation compared to the peer group.
- Informa is a business intelligence, academic publishing, and events company. Recently, it has focused on growing its exhibitions business by making acquisitions in the US. Although 3Q figures showed underlying revenue growth in line with the sector, analysts are still quite negative on future earnings. The company is relatively expensive with a current P/E of 30.
- Credit Suisse has issued equity to strengthen the balance sheet and decided against selling a stake in its Swiss domestic bank. The share price has reacted positively to management's actions, but the valuation looks ahead of itself now. The price/earnings ratio is higher than that of its peers, while the dividend yield is lower.
- Salvatore Ferragamo offers luxury clothing and accessories, with Asia representing 45% of revenues. New management aims to improve productivity and margins. In terms of sales per store, Ferragamo lags behind the competition considerably. Nevertheless, the valuation of the shares is in line with the sector average and seems to discount a successful turnaround.
- Merlin Entertainments operates theme parks and family entertainment resorts. 2017 has been a difficult year for Merlin, as UK tourism suffered from terror attacks and poor weather in the peak summer months. Security concerns in Europe remain a substantial challenge for the business. Even after the 20% drop in the share price after Q3 numbers, the valuation still does not seem to adequately reflect the lower earnings visibility.



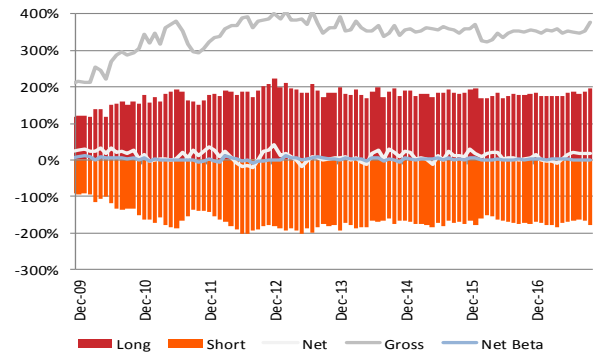
**Exchange Liquidity Breakdown**

The holdings in the Fund are highly liquid. The table below shows the percentage of securities in the portfolio which can be unwound within a particular period of time. The calculation is based on the assumption that maximum 25% of average daily volume (ADV, based on most recent 3 months) in a security can be traded per day. A higher participation rate is possible but will result in market impact costs. Under these assumptions and current market circumstances over 90% of the portfolio can be liquidated within 3 days.

Liquidity	Long	Short	Portfolio
Within 3 Days	90.7%	91.0%	90.9%
Within 1 Week	96.8%	97.3%	97.0%
Within 2 Weeks	100.0%	100.0%	100.0%
Within 1 Month	100.0%	100.0%	100.0%

**Market Exposure**

The Fund applies leverage but is typically run with low (beta-adjusted) net exposure and will be predominantly market-neutral over time.



**Monthly Performance Contribution by Sector and Market Capitalization (%)**

	Long	> 5bn	1-5bn	< 1bn	Short	> 5bn	1-5bn	< 1bn	Total
Automobiles	0.1	0.1	0.0	0.0	-0.2	-0.1	-0.1	0.0	-0.1
Banks	0.8	0.2	0.3	0.3	0.5	0.3	0.3	0.0	1.4
Consumer Discretionary	0.8	1.3	-0.4	0.0	0.2	0.2	0.0	0.0	1.1
Consumer Staples	-0.1	0.0	0.0	0.0	-0.3	-0.2	-0.1	0.0	-0.4
Diversified Financials	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Energy	0.7	0.5	0.2	0.0	-0.2	0.0	-0.2	0.0	0.5
Health Care	0.7	0.6	0.1	0.0	1.3	0.7	0.7	-0.1	2.0
Industrials	0.4	0.8	-0.4	0.0	-0.9	-0.4	-0.4	0.0	-0.5
Information Technology	1.3	0.3	1.0	0.0	-0.3	-0.4	0.1	-0.1	1.0
Insurance	0.3	0.2	0.1	0.0	0.0	0.0	-0.1	0.0	0.3
Materials	0.6	0.7	-0.1	0.0	-0.1	-0.4	0.2	0.0	0.4
Media	-0.1	-0.1	0.0	0.0	-0.1	-0.1	0.0	0.0	-0.2
Real Estate	0.1	0.1	0.0	0.0	-0.1	0.0	-0.1	0.0	0.0
Telecommunication	-0.1	-0.1	0.1	0.0	-0.2	0.0	-0.2	0.0	-0.3
Utilities	0.2	0.2	0.0	0.0	0.2	0.0	0.2	0.0	0.3
Cash / Other									0.1
<b>Total</b>	<b>5.7</b>	<b>4.7</b>	<b>0.7</b>	<b>0.3</b>	<b>-0.2</b>	<b>-0.4</b>	<b>0.3</b>	<b>-0.1</b>	<b>5.6</b>

**Top Contributors**

DBV	0.7%	Short
ConvaTec Group Plc	0.7%	Short
Lufthansa	0.5%	Long
Kering	0.5%	Long
Banca Pop Emilia	0.4%	Short

**Top Detractors**

JM	-0.4%	Long
AMS	-0.4%	Short
Peab	-0.3%	Long
Ericsson	-0.3%	Short
Yara	-0.3%	Short

**Monthly Fund Performance**

Perf. Class B	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2017	0.4%	-1.4%	2.3%	4.0%	-2.7%	-0.4%	-0.3%	3.3%	-1.4%	5.6%			9.5%
2016	-4.2%	-3.0%	-1.3%	-2.6%	2.6%	-2.5%	-0.2%	-3.2%	1.4%	4.6%	-0.6%	-1.2%	-10.1%
2015	1.2%	2.6%	3.6%	0.1%	3.4%	0.6%	0.2%	0.1%	1.3%	-3.5%	-0.6%	3.3%	12.7%
2014	2.8%	3.5%	0.2%	-3.6%	-0.1%	6.5%	2.3%	2.1%	3.8%	2.7%	1.2%	3.3%	27.3%
2013	0.0%	0.5%	2.4%	1.4%	-1.9%	3.2%	-2.9%	-9.5%	2.1%	6.5%	2.4%	2.6%	5.9%
2012	-4.6%	-0.5%	-0.8%	3.6%	-1.3%	1.2%	0.6%	0.4%	1.0%	-0.8%	-0.5%	2.1%	0.4%
2011	0.7%	-1.7%	0.7%	0.0%	1.6%	4.5%	1.0%	-0.7%	2.4%	2.2%	3.2%	2.7%	17.8%
2010	0.7%	1.8%	1.4%	-1.2%	1.0%	-0.1%	-1.6%	0.5%	1.6%	2.0%	1.9%	-1.9%	6.1%
2009	5.0%	-0.4%	-1.0%	-3.1%	-1.3%	0.8%	-2.5%	-2.1%	-0.8%	2.7%	-0.5%	0.0%	-3.5%
2008							1.0%	-6.0%	-5.3%	-5.8%	-0.8%	1.4%	-14.9%
Perf. Class A	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2017	0.3%	-1.4%	2.3%	3.9%	-2.7%	-0.4%	-0.3%	3.3%	-1.4%	5.5%			9.1%
2016	-4.2%	-3.0%	-1.3%	-2.7%	2.5%	-2.5%	-0.3%	-3.2%	1.4%	4.5%	-0.6%	-1.3%	-10.5%
2015	1.1%	2.4%	3.3%	0.1%	3.2%	0.5%	0.1%	0.0%	1.2%	-3.3%	-0.6%	3.0%	11.4%
2014	2.6%	3.3%	0.1%	-3.4%	-0.1%	6.1%	2.2%	1.9%	3.5%	2.5%	1.2%	3.1%	25.1%
2013	0.0%	0.5%	2.2%	1.3%	-1.9%	3.0%	-2.8%	-9.5%	2.1%	6.4%	2.2%	2.4%	5.2%
2012	-4.6%	-0.5%	-0.9%	3.6%	-1.3%	1.2%	0.7%	0.4%	1.0%	-0.8%	-0.5%	2.1%	0.0%
2011	0.7%	-1.7%	0.7%	-0.1%	1.6%	4.0%	0.8%	-0.6%	1.9%	1.7%	2.6%	2.5%	14.9%
2010	0.7%	1.8%	1.4%	-1.2%	0.9%	-0.2%	-1.6%	0.4%	1.5%	2.0%	1.8%	-2.0%	5.6%
2009	0.5%	-0.4%	-0.9%	-3.1%	-1.7%	0.7%	-2.5%	-2.2%	-0.9%	2.7%	-0.6%	-0.1%	-8.3%
Perf. Class D	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2017	0.3%	-1.4%	2.3%	3.9%	-2.7%	-0.4%	-0.3%	3.3%	-1.4%	5.5%			9.1%
2016	-4.2%	-3.0%	-1.3%	-2.7%	2.5%	-2.5%	-0.3%	-3.2%	1.4%	4.5%	-0.6%	-1.3%	-10.5%

Source: Citi Financial Services and BNY. Inception: June 26th, 2008 (B) / Jan 26th, 2009 (A) / Dec 31st, 2015 (D). Returns are based on official month-end NAVs. Returns are net of all fees for a Day one investor in the fund. Results in 2008 and 2009 are not fully representative of our current quantitative investment strategy.

**Investment Objective**

The Saemor Europe Alpha Fund is a market-neutral long/short equity fund. The Fund aims to generate consistent returns of more than 8% per annum in bull and bear markets while keeping volatility around 8-10%. The Fund is run with low (beta-adjusted) net exposure and will be predominantly market-neutral over time.

**Fund Highlights**

Our alpha strategy encompasses an innovative quant factor model that is designed to add value during all phases of the business cycle and most market environments.

**Fund Facts**

Universe	Europe / EMEA
Currency share class	EUR
Min Investment EUR (A/B/C/D)	25k/25m/10m/25k
Lock-up (A/B/C/D)	no/1 year/no/no
Frequency Subs & Reds	Monthly
Notice Period Subs & Reds	5 /15 days
Early Redemption Fee	max 1.0%
Man Fee (A/B/C/D)	1.5%/1.0%/1.25%/1.5%
Perf Fee (A/B/C/D)	20%/15%/17.5%/20%
Equalization (A/B/C/D)	Yes/Yes/Yes/No
High Watermark	Yes
Ongoing Charges Figure 2016 (A&D/B)*	1.66/1.16%

**Management**

Manager	Saemor Capital
Administrator	BNY Mellon Fund Services
Depository	Bank of New York Mellon
Prime Brokers	Morgan Stanley, BoA ML, Barclays
Auditor	PwC
Title Holder	SGG Custody B.V.
Legal	De Brauw Blackstone Westbroek
Fund Domicile	The Netherlands
Fund Structure	FGR (fund for joint account)
Tax Structure	VBI (tax exempt)

\* The Ongoing Charges Figure (OCF) is a ratio of the total ongoing costs to the average net assets of the Fund. Ongoing costs include cost of investment management and administration, plus other costs of running the fund, such as fees for custodians, depository, regulators and auditors. Transaction costs of investments, interest expenses and performance fee are excluded from the calculation.

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